

**LEGISLATIVE SERVICES AGENCY
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FISCAL IMPACT STATEMENT

LS 6229

BILL NUMBER: HB 1085

NOTE PREPARED: Jan 20, 2007

BILL AMENDED:

SUBJECT: Semitrailer Registration Renewal Fee.

FIRST AUTHOR: Rep. Kuzman

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State & Local

Summary of Legislation: This bill eliminates the \$2 annual fee to renew the permanent registration of a semitrailer.

Effective Date: July 1, 2007.

Explanation of State Expenditures:

Explanation of State Revenues: (Revised) Elimination of the annual \$2 fee will reduce annual revenue. Over the calendar years 2000 through 2004, on average, there were 38,811 semi-trailers subject to the \$2 fee. However, elimination of the \$2 annual registration fee also will eliminate other fees as a result of eliminating the renewal requirement, the total of which amount to \$10.75. The annual revenue loss is estimated at \$417,000. Below is a table which shows the impact on each of the affected funds.

Fund	Uses	Change in Revenue
Motor Vehicle Highway Account (\$0.75)	Construction, reconstruction, and maintenance, along with supporting the BMV, the State Police, the Dept. of Transportation, and the State Department of Revenue	(\$29,108)
Public Safety Fee (\$0.25)	Deposited into a special account known as the State Police Building Account which does not revert to the state General Fund, or the Motor Vehicle Highway Account and is used for construction, maintenance, and equipping of and/or leasing of State Police facilities.	(\$9,703)
Crossroads 2000 Fund (\$3.00)	Bonding for highway projects	(\$116,433)
BMV Technology Fund (\$0.50)	Upgrade technology at the BMV	(\$19,406)
Anti-Terrorism Fund (\$1.25)	Support the Integrated Public Safety Commission	(\$48,514)
BMV Commission (\$5.00)	Support the operation of the licenses branches throughout the state	(\$194,055)
Net Annual Impact (\$10.75)		(\$417,218)

Explanation of Local Expenditures:

Explanation of Local Revenues: The bill would result in a minimal reduction in revenues received by local units through MVHA distributions. (See *Explanation of State Revenues.*)

State Agencies Affected: Bureau of Motor Vehicles; Bureau of Motor Vehicles Commission and recipients of the Motor Vehicle Highway Account distributions: State Police; Department of Transportation; State Department of Revenue.

Local Agencies Affected: Cities, towns, and counties as recipients of MVHA distributions.

Information Sources: Jane Morrical, Office of Treasury, Bureau of Motor Vehicles, 317-232-2822; Bureau of Motor Vehicles Cash Audit for the years indicated.

Fiscal Analyst: James Sperlik, 317-232-9866.